FISCAL NOTE

HJR 567

April 25, 2000

SUMMARY OF BILL:

- Requires the Department of Commerce and Insurance to determine if insurance companies are complying with Public Chapter 1134 (prudent layperson definition), in determining reimbursement of emergency medical services.
- Requires such examinations to be conducted during the department's regular reviews of insurance companies.
- Requires a report to the legislature by March 15, 2001.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - Less than \$100,000

Estimate assumes:

- an increase in audit time required by the department to examine insurance companies.
- No additional audits other than those routinely scheduled by the department will occur.
- The department will not be required to audit any insurance companies that they are not now required to audit.
- the required legislative report will include only those companies audited prior to the March 125, 2001 date. The department performs approximately 10 such audits annually, but does not audit non-domestic insurance companies.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director

James a. Lavenge